

(English Translation of the Japanese Press Release)

August 8, 2014

To all related parties:

Name of the Company: TOMY Company, Ltd.
Name of the Representative: Kantaro Tomiyama
President & CEO
(Code No. 7867; The First Section of the Tokyo Stock Exchange)
Further Inquiries: Kazuhiro Kojima
Board Director
Senior Executive Officer
Chief Financial Officer
(TEL: 03-5654-1548)

**(Corrections) Notice Concerning Partial Corrections to
“CONSOLIDATED FINANCIAL RESULTS for the First Six Months
of the Fiscal Year Ending March 31, 2013 <under Japanese GAAP>”**

TOMY Company, Ltd. (hereinafter “Tomy”) has proceeded with operations to revise earnings summaries of previous fiscal years as announced in “Report Concerning Improper Accounting Practices at Tomy’s Consolidated Subsidiary” disclosed today. TOMY has now completed the operations to revise “CONSOLIDATED FINANCIAL RESULTS for the First Six Months of the Fiscal Year Ending March 31, 2013 <under Japanese GAAP>” dated November 13, 2012, and it accordingly announces the details of the corrections.

The corrected document is attached and the places in the document where corrections were made are underlined.

End of notice

Translation

Notice: This English version is a translation of the original Japanese document and is only for reference purposes. In the case where any differences occur between the English version and the original Japanese version, the Japanese version will prevail.

[After Correction]



November 13, 2012

CONSOLIDATED FINANCIAL RESULTS
for the First Six Months of the Fiscal Year Ending March 31, 2013
<under Japanese GAAP>

Company name: **TOMY COMPANY, LTD.**
 Listing: First Section of the Tokyo Stock Exchange
 Securities identification code: 7867
 URL: <http://www.takaratomy.co.jp/>
 Representative: Kantaro Tomiyama, President and CEO
 Inquiries: Mitsuru Yoneyama, Head of Corporate Administration
 TEL: +81-3-5654-1548 (from overseas)

Scheduled date to file quarterly securities report: November 14, 2012
 Scheduled date to commence dividend payments: December 12, 2012
 Supplementary material on quarterly financial results: Yes
 Quarterly financial results presentation meeting: Yes

(in millions of yen with fractional amounts discarded, unless otherwise noted)

1. Consolidated performance for the first six months of the fiscal year ending March 31, 2013
(From April 1, 2012 to September 30, 2012)

(1) Consolidated operating results (cumulative) (Percentages indicate year-on-year changes.)

Six months ended	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2012	<u>83,383</u>	(6.6)	<u>1,106</u>	(78.1)	<u>778</u>	(82.6)	<u>(243)</u>	—
September 30, 2011	89,294	15.0	5,060	(3.0)	4,460	(16.1)	2,327	(52.2)

Note: Comprehensive income
 Six months ended September 30, 2012: (3,430) million yen [—%]
 Six months ended September 30, 2011: (2,200) million yen [—%]

Six months ended	Net income per share	Diluted net income per share
	yen	yen
September 30, 2012	<u>(2.58)</u>	—
September 30, 2011	24.73	20.40

(2) Consolidated financial position

As of	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	yen
September 30, 2012	<u>152,201</u>	<u>47,177</u>	<u>29.8</u>	<u>481.57</u>
March 31, 2012	156,654	51,805	31.6	525.46

Reference: Equity
 As of September 30, 2012: 45,333 million yen
 As of March 31, 2012: 49,465 million yen

2. Cash dividends

	Annual dividends				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
	yen	yen	yen	yen	yen
Fiscal year ended March 31, 2012	–	7.00	–	7.00	14.00
Fiscal year ending March 31, 2013	–	7.00			
Fiscal year ending March 31, 2013 (Forecast)			–	7.00	14.00

Note: Revisions to the cash dividend forecasts most recently announced: None

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2013

(From April 1, 2012 to March 31, 2013)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
Fiscal year ending March 31, 2013	170,000	(9.2)	5,100	(49.9)	4,300	(56.2)	600	(83.7)	6.37

Note: Revisions to the consolidated earnings forecasts most recently announced: Yes

* Notes

- (1) **Changes in significant subsidiaries during the six months under review** (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) **Application of specific accounting for preparing quarterly consolidated financial statements:**
Yes
- (3) **Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections**
 - A. Changes in accounting policies due to revisions to accounting standards: Yes
 - B. Changes in accounting policies due to other reasons: None
 - C. Changes in accounting estimates: Yes
 - D. Restatement of prior period financial statements after error corrections: None

(4) Number of issued shares (common stock)

- A. Total number of issued shares at the end of the period (including treasury stock)

As of September 30, 2012	96,290,850 shares
As of March 31, 2012	96,290,850 shares

- B. Number of treasury shares at the end of the period

As of September 30, 2012	2,154,907 shares
As of March 31, 2012	2,154,371 shares

- C. Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2012	94,136,228 shares
Six months ended September 30, 2011	94,137,515 shares

* Indication regarding execution of quarterly review procedures

The completion of quarterly review procedures in accordance with the Financial Instruments and Exchange Act is not required for preparing this quarterly financial results report. At the time of disclosure of this quarterly financial results report, the quarterly review procedures in accordance with the Financial Instruments and Exchange Act were incomplete.

* Proper use of earnings forecasts, and other special matters

The earnings forecasts are based on information currently available to the Company and are subject to a number of uncertainties. Actual business and other results may differ due to various factors.

Quarterly Consolidated Financial Statements
(1) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2012	As of September 30, 2012
Assets		
Current assets		
Cash and deposits	37,684	30,428
Notes and accounts receivable-trade	23,597	<u>28,027</u>
Short-term investment securities	264	264
Merchandise and finished goods	15,850	17,693
Work in process	328	420
Raw materials and supplies	845	909
Deferred tax assets	3,165	3,518
Other	5,388	4,286
Allowance for doubtful accounts	(221)	(172)
Total current assets	<u>86,904</u>	<u>85,377</u>
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	13,223	13,245
Accumulated depreciation	(7,515)	(7,501)
Accumulated impairment loss	(353)	(358)
Buildings and structures, net	<u>5,355</u>	<u>5,384</u>
Machinery, equipment and vehicles	1,750	1,802
Accumulated depreciation	(865)	(961)
Accumulated impairment loss	(0)	(0)
Machinery, equipment and vehicles, net	<u>884</u>	<u>840</u>
Tools, furniture and fixtures	25,192	25,468
Accumulated depreciation	(22,461)	(22,875)
Accumulated impairment loss	(83)	(75)
Tools, furniture and fixtures, net	<u>2,647</u>	<u>2,516</u>
Land	4,861	4,767
Lease assets	2,994	4,579
Accumulated depreciation	(1,432)	(1,697)
Lease assets, net	<u>1,562</u>	<u>2,881</u>
Construction in progress	185	177
Total property, plant and equipment	<u>15,498</u>	<u>16,568</u>
Intangible assets		
Goodwill	23,388	21,451
Other	21,090	19,485
Total intangible assets	<u>44,478</u>	<u>40,937</u>
Investments and other assets		
Investment securities	2,574	2,380
Deferred tax assets	2,774	2,658
Other	4,663	4,534
Allowance for doubtful accounts	(299)	(303)
Total investments and other assets	<u>9,713</u>	<u>9,269</u>
Total noncurrent assets	<u>69,689</u>	<u>66,775</u>

(Millions of yen)

	As of March 31, 2012	As of September 30, 2012
Deferred assets		
Bond issuance cost	60	49
Total deferred assets	60	49
Total assets	156,654	152,201
Liabilities		
Current liabilities		
Notes and accounts payable-trade	11,374	14,177
Short-term loans payable	3,798	3,644
Current portion of long-term loans payable	5,510	5,280
Current portion of bonds	1,050	1,050
Lease obligations	1,213	2,157
Accounts payable-other	4,864	5,012
Accrued expenses	5,627	5,480
Income taxes payable	579	1,181
Provision	607	545
Other	601	1,324
Total current liabilities	35,226	39,854
Noncurrent liabilities		
Bonds payable	990	465
Bonds with subscription rights to shares	12,300	12,300
Long-term loans payable	45,166	41,824
Lease obligations	506	1,047
Deferred tax liabilities	4,992	3,535
Deferred tax liabilities for land revaluation	553	551
Provision for retirement benefits	2,947	2,966
Other provision	255	261
Other	1,910	2,217
Total noncurrent liabilities	69,623	65,169
Total liabilities	104,849	105,023

(Millions of yen)

	As of March 31, 2012	As of September 30, 2012
Net assets		
Shareholders' equity		
Capital stock	3,459	3,459
Capital surplus	6,744	6,744
Retained earnings	44,336	<u>43,439</u>
Treasury stock	(1,321)	(1,321)
Total shareholders' equity	<u>53,219</u>	<u>52,321</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	222	91
Deferred gains or losses on hedges	41	(446)
Revaluation reserve for land	63	59
Foreign currency translation adjustment	(4,081)	(6,692)
Total accumulated other comprehensive income	<u>(3,754)</u>	<u>(6,988)</u>
Subscription rights to shares	594	683
Minority interests	1,745	<u>1,160</u>
Total net assets	<u>51,805</u>	<u>47,177</u>
Total liabilities and net assets	<u>156,654</u>	<u>152,201</u>

(2) Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2011	Six months ended September 30, 2012
Net sales	89,294	<u>83,383</u>
Cost of sales	59,566	<u>56,190</u>
Gross profit	29,727	<u>27,193</u>
Selling, general and administrative expenses		
Packing and transportation expenses	1,107	1,349
Warehousing expenses	1,803	1,908
Advertising expenses	4,265	4,647
Salaries, allowances and bonuses	7,360	7,385
Research and development expenses	1,193	1,313
Commission fee	1,334	1,313
Other	7,602	8,167
Total selling, general and administrative expenses	24,667	26,086
Operating income	5,060	<u>1,106</u>
Non-operating income		
Interest and dividends income	56	66
Amortization of negative goodwill	195	29
Rent income	78	94
Other	106	155
Total non-operating income	436	344
Non-operating expenses		
Interest expenses	307	405
Foreign exchange losses	542	165
Other	186	102
Total non-operating expenses	1,036	673
Ordinary income	4,460	<u>778</u>
Extraordinary income		
Gain on sales of noncurrent assets	6	1
Gain on reversal of subscription rights to shares	2	2
Insurance income	–	122
Gain on negative goodwill	–	304
Total extraordinary income	9	430
Extraordinary loss		
Loss on sales of noncurrent assets	0	0
Loss on retirement of noncurrent assets	4	84
Loss on valuation of investment securities	480	–
Impairment loss	9	16
Business structure improvement expenses	28	126
Settlement package	–	190
Other	–	56
Total extraordinary losses	522	473
Income before income taxes and minority interests	3,947	<u>734</u>
Income taxes	1,617	936
Income (loss) before minority interests	2,329	<u>(201)</u>
Minority interests in income	2	<u>41</u>
Net income (loss)	2,327	<u>(243)</u>

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2011	Six months ended September 30, 2012
Income (loss) before minority interests	2,329	<u>(201)</u>
Other comprehensive income		
Valuation difference on available-for-sale securities	138	(130)
Deferred gains or losses on hedges	(456)	(487)
Foreign currency translation adjustment	(4,212)	(2,610)
Total other comprehensive income	<u>(4,530)</u>	<u>(3,229)</u>
Comprehensive income	<u>(2,200)</u>	<u>(3,430)</u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	(2,203)	<u>(3,472)</u>
Comprehensive income attributable to minority interests	2	<u>41</u>

(3) Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2011	Six months ended September 30, 2012
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	3,947	<u>734</u>
Depreciation and amortization	2,700	2,960
Impairment loss	9	16
Amortization of goodwill	582	692
Amortization of negative goodwill	(195)	(29)
Gain on negative goodwill	–	(304)
Interest expenses	307	405
Decrease (increase) in notes and accounts receivable-trade	(4,921)	<u>(4,834)</u>
Decrease (increase) in inventories	(362)	(2,438)
Increase (decrease) in notes and accounts payable-trade	1,791	<u>3,034</u>
Increase (decrease) in accounts payable-other	(3,706)	201
Increase (decrease) in accrued expenses	(964)	16
Other, net	1,103	<u>(157)</u>
Subtotal	<u>289</u>	<u>296</u>
Interest and dividends income received	54	62
Interest expenses paid	(299)	(378)
Income taxes paid	(287)	(108)
Net cash provided by (used in) operating activities	<u>(242)</u>	<u>(127)</u>
Net cash provided by (used in) investing activities		
Proceeds from withdrawal of time deposits	–	351
Purchase of property, plant and equipment	(1,389)	(1,146)
Proceeds from sales of property, plant and equipment	393	121
Purchase of intangible assets	(534)	(402)
Purchase of investment securities	(3)	(8)
Purchase of investments in subsidiaries	(33,579)	–
Purchase of treasury stock of subsidiaries in consolidation	–	(280)
Other, net	(1,472)	20
Net cash provided by (used in) investing activities	<u>(36,585)</u>	<u>(1,345)</u>
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	497	(45)
Proceeds from long-term loans payable	35,267	–
Repayment of long-term loans payable	(302)	(2,798)
Redemption of bonds	(625)	(525)
Cash dividends paid	(659)	(655)
Other, net	(722)	(874)
Net cash provided by (used in) financing activities	<u>33,456</u>	<u>(4,899)</u>
Effect of exchange rate change on cash and cash equivalents	(624)	(498)
Net increase (decrease) in cash and cash equivalents	<u>(3,996)</u>	<u>(6,871)</u>
Cash and cash equivalents at beginning of period	29,038	36,522
Cash and cash equivalents at end of period	<u>25,041</u>	<u>29,651</u>